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Parent topic: Federal Acquisition Regulation

14.000 Scope of part.

This part prescribes-

- (a) The basic requirements of *contracting* for *supplies* and services (including *construction*) by sealed bidding;
- (b) The information to be included in the *solicitation* (invitation for bids);
- (c) Procedures concerning the submission of bids;
- (d) Requirements for opening and evaluating bids and awarding contracts; and
- (e) Procedures for two-step sealed bidding.

Subpart 14.1 - Use of Sealed Bidding

14.101 Elements of sealed bidding.

Sealed bidding is a method of *contracting* that employs competitive bids, public opening of bids, and awards. The following steps are involved:

- (a) *Preparation of invitations for bids.* Invitations *must* describe the requirements of the Government clearly, accurately, and completely. Unnecessarily restrictive specifications or requirements that might unduly limit the number of bidders are prohibited. The invitation includes all documents (whether attached or incorporated by reference) furnished prospective bidders for the purpose of bidding.
- (b) *Publicizing the invitation for bids.* Invitations *must* be publicized through distribution to prospective bidders, posting in public places, and such other means as *may* be appropriate. Publicizing *must* occur a sufficient time before public opening of bids to enable prospective bidders to prepare and submit bids.
- (c) *Submission of bids.* Bidders *must* submit sealed bids to be opened at the time and place stated in the *solicitation* for the public opening of bids.
- (d) *Evaluation of bids.* Bids *shall* be evaluated without discussions.
- (e) *Contract award.* After bids are publicly opened, an award will be made with reasonable promptness to that responsible bidder whose bid, conforming to the invitation for bids, will be most

advantageous to the Government, considering only price and the price-related factors included in the invitation.

14.102 [Reserved]

14.103 Policy.

14.103-1 General.

(a) Sealed bidding *shall* be used whenever the conditions in 6.401(a) are met. This requirement applies to any proposed contract action under part 6.

(b) Sealed bidding *may* be used for *classified acquisitions* if its use does not violate agency security requirements.

(c) The policy for *pricing* modifications of sealed bid contract appears in 15.403-4(a)(1)(iii).

14.103-2 Limitations.

No awards *shall* be made as a result of sealed bidding unless-

(a) Bids have been solicited as required by subpart 14.2;

(b) Bids have been submitted as required by subpart 14.3;

(c) The requirements of 1.602-1(b) and part 6 have been met; and

(d) An award is made to the responsible bidder (see 9.1) whose bid is responsive to the terms of the invitation for bids and is most advantageous to the Government, considering only price and the price related factors included in the invitation, as provided in subpart 14.4.

14.104 Types of contracts.

Firm-fixed-price contracts *shall* be used when the method of *contracting* is sealed bidding, except that fixed-price contracts with economic price adjustment clauses *may* be used if authorized in accordance with 16.203 when some flexibility is necessary and feasible. Such clauses *must* afford all bidders an equal opportunity to bid.

14.105 Solicitations for informational or planning purposes.

(See 15.201(e).)

Subpart 14.2 - Solicitation of Bids

14.201 Preparation of invitations for bids.

14.201-1 Uniform contract format.

(a) *Contracting officers shall* prepare invitations for bids and contracts using the uniform contract format outlined in Table 14-1 to the maximum practicable extent. The use of the format facilitates preparation of the *solicitation* and contract as well as reference to, and use of, those documents by bidders and contractors. It need not be used for *acquisition* of the following:

(1) *Construction* (see [part 36](#)).

(2) Shipbuilding (including design, *construction*, and conversion), ship overhaul, and ship repair.

(3) Subsistence items.

(4) *Supplies* or services requiring special contract forms prescribed elsewhere in this regulation that are inconsistent with the uniform contract format.

(5) Firm-fixed-price or fixed-price with economic price adjustment *acquisitions* that use the simplified contract format (see [14.201-9](#)).

(b) Information suitable for inclusion in invitations for bids under the uniform contract format *shall* also be included in invitations for bids not subject to that format if applicable.

(c) *Solicitations* to which the uniform contract format applies *shall* include Parts I, II, III, and IV. If any section of the uniform contract format does not apply, the *contracting officer should* so mark that section in the *solicitation*. Upon award, the *contracting officer shall* not physically include Part IV in the resulting contract, but *shall* retain it in the contract file. (See [14.201\(c\)](#).) Award by acceptance of a bid on the award portion of [Standard Form 33, Solicitation, Offer and Award \(SF 33\)](#), [Standard Form 26, Award/Contract \(SF 26\)](#), or [Standard Form 1447, Solicitation/Contract \(SF 1447\)](#), incorporates Section K, Representations, certifications, and other statements of bidders, in the resultant contract even though not physically attached. The representations and certifications *shall* be incorporated by reference in the contract by using [52.204-19](#) (see [4.1202\(b\)](#)) or for *acquisitions of commercial products and commercial services* see [52.212-4\(v\)](#).

Table 14-1 - Uniform Contract Format

Section	Title
Part I-The Schedule	
A	<i>Solicitation/contract form</i>
B	<i>Supplies or services and prices</i>

Section	Title
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C	Description/specifications
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D	Packaging and marking
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E	<i>Inspection</i> and acceptance
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F	Deliveries or performance
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G	Contract administration data
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H	Special contract requirements
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PartII-Contract Clauses

I	<i>Contract clauses</i>
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PartIII-List of Documents, Exhibits, and OtherAttachments

J	List of documents, exhibits, and other attachments
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PartIV-Representations and Instructions

K	Representations, certifications, and other statements of bidders
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L	Instructions, conditions, and notices to bidders
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M	Evaluation factors for award
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14.201-2 Part I—The Schedule.

The *contracting officer shall* prepare the Schedule as follows:

(a) Section A, *Solicitation*/contract form.

(1) Prepare the invitation for bids on [SF 33](#), unless otherwise permitted by this regulation. The [SF 33](#) is the first page of the *solicitation* and includes Section A of the uniform contract format. When the [SF 1447](#) is used as the *solicitation* document, the information in subdivisions (a)(2)(i) and (a)(2)(iv) of this subsection *shall* be inserted in block9 of the [SF 1447](#).

(2) When the [SF 33](#) or [SF 1447](#) is not used, include the following on the first page of the invitation for bids:

(i) Name, address, and location of issuing activity, including room and building where bids *must* be submitted.

(ii) Invitation for bids number.

(iii) Date of issuance.

(iv) Time specified for receipt of bids.

(v) Number of pages.

(vi) Requisition or other purchase authority.

(vii) Requirement for bidder to provide its name and complete address, including street, city, county, state, and ZIP code.

(viii) A statement that bidders *should* include in the bid the address to which payment *should* be mailed, if that address is different from that of the bidder.

(b) *Section B, Supplies or services and prices.* Include a brief description of the *supplies* or services; *e.g., line item number, national stock number/part number if applicable, title or name identifying the supplies or services, and quantities* (see [part 11](#)). The [SF 33](#) and the [SF 1447](#) may be supplemented as necessary by the Optional Form 336 ([OF 336](#)), Continuation Sheet.

(c) *Section C, Description/specifications.* Include any description or specifications needed in addition to Section B to permit *full and open competition* (see [part 11](#)).

(d) *Section D, Packaging and marking.* Provide packaging, packing, preservation, and marking requirements, if any.

(e) *Section E, Inspection and acceptance.* Include *inspection*, acceptance, quality assurance, and reliability requirements (see [part 46](#), Quality Assurance).

(f) *Section F, Deliveries or performance.* Specify the requirements for time, place, and method of delivery or performance (see [subpart 11.4](#), Delivery or Performance Schedules).

(g) *Section G, Contract administration data.* Include any required accounting and appropriation data and any required contract administration information or instructions other than those on the *solicitation* form.

(h) *Section H, Special contract requirements.* Include a clear statement of any special contract requirements that are not included in Section I, *Contract clauses*, or in other sections of the uniform contract format.

14.201-3 Part II-Contract clauses.

Section I, Contract clauses. The contracting officer shall include in this section the clauses required by law or by this regulation and any additional clauses expected to apply to any resulting contract, if these clauses are not required to be included in any other section of the uniform contract format.

14.201-4 PartIII-Documents, exhibits, and other attachments.

Section J, List of documents, exhibits, and other attachments. The contracting officer shall list the title, date, and number of pages for each attached document.

14.201-5 PartIV-Representations and instructions.

The contracting officer shall prepare the representations and instructions as follows:

(a) *Section K, Representations, certifications, and other statements of bidders.* Include in this section those *solicitation* provisions that require representations, certifications, or the submission of other information by bidders.

(b) *Section L, Instructions, conditions, and notices to bidders.* Insert in this section *solicitation* provisions and other information and instructions not required elsewhere to guide bidders. Invitations shall include the time and place for bid openings, and shall advise bidders that bids will be evaluated without discussions (see [52.214-10](#) and, for *construction* contracts, [52.214-19](#)).

(c) *Section M, Evaluation factors for award.* Identify the price related factors other than the bid price that will be considered in evaluating bids and awarding the contract. See [14.201-8](#).

14.201-6 Solicitation provisions.

(a) The provisions prescribed in this subsection apply to preparation and submission of bids in general. See other FAR parts for provisions and clauses related to specific *acquisition* requirements.

(b) Insert in all invitations for bids the provisions at-

(1) [52.214-3](#), Amendments to Invitations For Bids; and

(2) [52.214-4](#), False Statements in Bids.

(c) Insert the following provisions in invitations for bids:

(1) [52.214-5](#), Submission of Bids.

(2) [52.214-6](#), Explanation to Prospective Bidders.

(3) [52.214-7](#), Late Submissions, Modifications, and Withdrawals of Bids.

(d) [Reserved]

(e) Insert in all invitations for bids, except those for *construction*, the provisions at [52.214-10](#), Contract Award-Sealed Bidding.

(f) Insert in invitations for bids to which the uniform contract format applies, the provision at [52.214-12](#), Preparation of Bids.

(g) [Reserved]

(h) Insert the provision at 52.214-14, Place of Performance-Sealed Bidding, in invitations for bids except those in which the place of performance is specified by the government.

(i) Insert the provision at 52.214-15, Period for Acceptance of Bids, in invitations for bids (IFB's) that are not issued on SF 33 or SF 1447 except IFB's-

(1) For *construction* work; or

(2) In which the government specifies a minimum acceptance period.

(j) Insert the provision at 52.214-16, Minimum Bid Acceptance Period, in invitations for bids, except for *construction*, if the *contracting officer* determines that a minimum acceptance period *must* be specified.

(k) [Reserved]

(l) Insert the provision at 52.214-18, Preparation of Bids-*Construction*, in invitations for bids for *construction* work.

(m) Insert the provision at 52.214-19, Contract Award-Sealed Bidding-*Construction*, in all invitations for bids for *construction* work.

(n) [Reserved]

(o)

(1) Insert the provision at 52.214-20, Bid Samples, in invitations for bids if bid samples are required.

(2) If it appears that the conditions in 14.202-4(e)(1) will apply and the *contracting officer* anticipates granting waivers and-

(i) If the nature of the required product does not necessitate limiting the grant of a waiver to a product produced at the same plant in which the product previously acquired or tested was produced, use the provision with its *Alternate I*; or

(ii) If the nature of the required product necessitates limiting the grant of a waiver to a product produced at the same plant in which the product previously acquired or tested was produced, use the provision with its *Alternate II*.

(3) See 14.202-4(e)(2) regarding waiving the requirement for all bidders.

(p)

(1) Insert the provision at 52.214-21, *Descriptive Literature*, in invitations for bids if-

(i) *Descriptive literature* is required to evaluate the technical acceptability of an offered product; and

(ii) The required information will not be readily available unless it is submitted by bidders.

(2) Use the basic clause with its *Alternate I* if the possibility exists that the *contracting officer* may waive the requirement for furnishing *descriptive literature* for a bidder offering a previously supplied product that meets specification requirements of the current *solicitation*.

(3) See [14.202-5\(d\)\(2\)](#) regarding waiving the requirement for all bidders.

(q) Insert the provision at [52.214-22](#), Evaluation of Bids for Multiple Awards, in invitations for bids if the *contracting officer* determines that multiple awards might be made if doing so is economically advantageous to the government.

(r) Insert the provision at [52.214-23](#), Late Submissions, Modifications, Revisions, and Withdrawals of Technical Proposals Under Two-Step Sealed Bidding, in *solicitations* for technical proposals in step one of two-step sealed bidding.

(s) Insert the provision at [52.214-24](#), Multiple Technical Proposals, in *solicitations* for technical proposals in step one of two-step sealed bidding if the *contracting officer* permits the submission of multiple technical proposals.

(t) Insert the provision at [52.214-25](#), Step Two of Two-Step Sealed Bidding, in invitations for bids issued under step two of two-step sealed bidding.

(u) [Reserved]

(v) Insert the provision at [52.214-31](#), Facsimile Bids, in *solicitations* if facsimile bids are authorized (see [14.202-7](#)).

(w) Insert the provision at [52.214-34](#), Submission of *Offers* in the English Language, in *solicitations* that include any of the clauses prescribed in [25.1101](#) or [25.1102](#). It may be included in other *solicitations* when the *contracting officer* decides that it is necessary.

(x) Insert the provision at [52.214-35](#), Submission of *Offers* in U.S. Currency, in *solicitations* that include any of the clauses prescribed in [25.1101](#) or [25.1102](#), unless the *contracting officer* includes the clause at [52.225-17](#), Evaluation of Foreign Currency *Offers*, as prescribed in [25.1103\(d\)](#). It may be included in other *solicitations* when the *contracting officer* decides that it is necessary.

14.201-7 Contract clauses.

(a) When *contracting* by sealed bidding, the *contracting officer* shall insert the clause at [52.214-26](#), Audit and Records-Sealed Bidding, in *solicitations* and contracts as follows:

(1) Use the basic clause if-

(i) The *acquisition* will not use funds appropriated or otherwise made available by the American Recovery and Reinvestment Act of 2009 (Pub. L. 111-5); and

(ii) The contract amount is expected to exceed the threshold at [15.403-4\(a\)\(1\)](#) for submission of *certified cost or pricing data*.

(2)

(i) If the *acquisition* will use funds appropriated or otherwise made available by the American Recovery and Reinvestment Act of 2009, use the clause with its *Alternate I* in all *solicitations* and contracts.

(ii)

(A) In the case of a bilateral *contract modification* that will use funds appropriated or otherwise made available by the American Recovery and Reinvestment Act of 2009, the *contracting officer shall* specify applicability of *Alternate I* to that modification.

(B) In the case of a task- or delivery-order contract in which not all orders will use funds appropriated or otherwise made available by the American Recovery and Reinvestment Act of 2009, the *contracting officer shall* specify the task or *delivery orders* to which *Alternate I* applies.

(b)

(1) When *contracting* by sealed bidding, the *contracting officer shall* insert the clause at 52.214-27, Price Reduction for Defective *Certified Cost or Pricing Data*—Modifications—Sealed Bidding, in *solicitations* and contracts if the contract amount is expected to exceed the threshold for submission of *certified cost or pricing data* at 15.403-4(a)(1).

(2) In exceptional cases, the *head of the contracting activity may* waive the requirement for inclusion of the clause in a contract with a foreign government or agency of that government. The authorizations for the waiver and the reasons for granting it *shall be in writing*.

(c)

(1) When *contracting* by sealed bidding, the *contracting officer shall*—

(i) Insert the clause at 52.214-28, Subcontractor *Certified Cost or Pricing Data*—Modifications—Sealed Bidding, in *solicitations* and contracts if the contract amount is expected to exceed the threshold for submission of *certified cost or pricing data* at 15.403-4(a)(1); or

(ii) Upon request of a contractor in connection with a prime contract entered into before July 1, 2018, the *contracting officer shall* modify the contract without requiring consideration to replace clause 52.214-28, Subcontractor *Certified Cost or Pricing Data*—Modifications—Sealed Bidding, with its *Alternate I*.

(2) In exceptional cases, the *head of the contracting activity may* waive the requirement for inclusion of the clause in a contract with a foreign government or agency of that government. The authorizations for the waiver and the reasons for granting it *shall be in writing*.

(d) When *contracting* by sealed bidding the *contracting officer shall* insert the clause at 52.214-29, Order of Precedence—Sealed Bidding, in *solicitations* and contracts to which the uniform contract format applies.

14.201-8 Price related factors.

The factors set forth in paragraphs (a) through (e) of this subsection *may* be applicable in evaluation of bids for award and *shall* be included in the *solicitation* when applicable. (See 14.201-5(c).)

(a) Foreseeable costs or delays to the Government resulting from such factors as differences in *inspection*, locations of *supplies*, and transportation. If bids are on an *f.o.b. origin* basis (see 47.303 and 47.305), transportation costs to the designated points *shall* be considered in determining the

lowest cost to the Government.

(b) Changes made, or requested by the bidder, in any of the provisions of the invitation for bids, if the change does not constitute a ground for rejection under [14.404](#).

(c) Advantages or disadvantages to the Government that might result from making more than one award (see [14.201-6\(q\)](#)). The *contracting officer shall* assume, for the purpose of making multiple awards, that \$500 would be the administrative cost to the Government for issuing and administering each contract awarded under a *solicitation*. Individual awards *shall* be for the items or combinations of items that result in the lowest aggregate cost to the Government, including the assumed administrative costs.

(d) Federal, state, and local taxes (see [part 29](#)).

(e) Origin of *supplies*, and, if foreign, the application of the Buy American statute or any other prohibition on foreign purchases (see [part 25](#)).

14.201-9 Simplified contract format.

Policy. For firm-fixed-price or fixed-price with economic price adjustment *acquisitions* of *supplies* and services, the *contracting officer may* use the simplified contract format in lieu of the uniform contract format (see [14.201-1](#)). The *contracting officer* has flexibility in preparation and organization of the simplified contract format. However, the following format *should* be used to the maximum practical extent:

(a) *Solicitation/contract form.* [Standard Form \(SF\) 1447, Solicitation/Contract](#), *shall* be used as the first page of the *solicitation*.

(b) *Contract schedule.* Include the following for each *line item*:

(1) *Line item number.*

(2) Description of *supplies* or services, or data sufficient to identify the requirement.

(3) Quantity and unit of issue.

(4) Unit price and amount.

(5) Packaging and marking requirements.

(6) *Inspection* and acceptance, quality assurance, and reliability requirements.

(7) Place of delivery, performance and delivery dates, period of performance, and f.o.b. point.

(8) Other item-peculiar information as necessary (*e.g.*, individual fund citations).

(c) *Clauses.* Include the clauses required by this regulation. Additional clauses *shall* be incorporated only when considered absolutely necessary to the particular *acquisition*.

(d) *List of documents and attachments.* Include if necessary.

(e) Representations and instructions-

(1) *Representations and certifications.* Insert those *solicitation* provisions that require representations, certifications, or the submission of other information by *offerors*.

(2) *Instructions, conditions, and notices.* Include the *solicitation* provisions required by 14.201-6. Include any other information/instructions necessary to guide *offerors*.

(3) *Evaluation factors for award.* Insert all evaluation factors and any significant subfactors for award.

(4) Upon award, the *contracting officer* need not physically include the provisions in paragraphs (e)(1), (2), and (3) of this subsection in the resulting contract, but *shall* retain them in the contract file. Award by acceptance of a bid on the award portion of SF 1447 incorporates the representations, certifications, and other statements of bidders in the resultant contract even though not physically attached.

14.202 General rules for solicitation of bids.

14.202-1 Bidding time.

(a) *Policy.* A reasonable time for prospective bidders to prepare and submit bids *shall* be allowed in all invitations, consistent with the needs of the Government. (For *construction* contracts, see 36.213-3(a).) A bidding time (*i.e.*, the time between issuance of the *solicitation* and opening of bids) of at least 30 calendar days *shall* be provided, when synopsis is required by subpart 5.2.

(b) *Factors to be considered.* Because of unduly limited bidding time, some potential sources *may* be precluded from bidding and others *may* be forced to include amounts for contingencies that, with additional time, could be eliminated. To avoid unduly restricting competition or paying higher-than-necessary prices, consideration *shall* be given to such factors as the following in establishing a reasonable bidding time:

- (1) Degree of urgency;
- (2) Complexity of requirement;
- (3) Anticipated extent of subcontracting;
- (4) Whether use was made of presolicitation notices;
- (5) Geographic distribution of bidders; and
- (6) Normal transmittal time for both invitations and bids.

14.202-2 [Reserved]

14.202-3 Bid envelopes.

(a) Postage or envelopes bearing "Postage and Fees Paid" indicia *shall* not be distributed with the

invitation for bids or otherwise supplied to prospective bidders.

(b) To provide for ready identification and proper handling of bids, Optional Form 17, Offer Label, may be furnished with each bid set. The form may be obtained from the General Services Administration (see 53.107).

14.202-4 Bid samples.

(a) Policy.

(1) Bidders *shall* not be required to furnish bid samples unless there are characteristics of the product that cannot be described adequately in the specification or purchase description.

(2) Bid samples will be used only to determine the responsiveness of the bid and will not be used to determine a bidder's ability to produce the required items.

(3) Bid samples *may* be examined for any required characteristic, whether or not such characteristic is adequately described in the specification, if listed in accordance with paragraph (d)(1)(ii) of this section.

(4) Bids will be rejected as nonresponsive if the sample fails to conform to each of the characteristics listed in the invitation.

(b) *When to use.* The use of bid samples would be appropriate for *products* that *must* be suitable from the standpoint of balance, facility of use, general "feel," color, pattern, or other characteristics that cannot be described adequately in the specification. However, when more than a minor portion of the characteristics of the product cannot be adequately described in the specification, *products should* be acquired by two-step sealed bidding or negotiation, as appropriate.

(c) *Justification.* The reasons why acceptable *products* cannot be acquired without the submission of bid samples *shall* be set forth in the contract file, except where the submission is required by the formal specifications (Federal, Military, or other) applicable to the *acquisition*.

(d) Requirements for samples in invitations for bids.

(1) Invitations for bids *shall*-

(i) State the number and, if appropriate, the size of the samples to be submitted and otherwise fully describe the samples required; and

(ii) List all the characteristics for which the samples will be examined.

(2) If bid samples are required, see 14.201-6(o).

(e) Waiver of requirement for bid samples.

(1) The requirement for furnishing bid samples *may* be waived when a bidder *offers* a product previously or currently being contracted for or tested by the Government and found to comply with specification requirements conforming in every material respect with those in the current invitation

for bids. When the requirement *may* be waived, see [14.201-6\(o\)\(2\)](#).

(2) Where samples required by a Federal, Military, or other formal specification are not considered necessary and a waiver of the sample requirements of the specification has been authorized, a statement *shall* be included in the invitation that notwithstanding the requirements of the specification, samples will not be required.

(f) *Unsolicited samples*. Bid samples furnished with a bid that are not required by the invitation generally will not be considered as qualifying the bid and will be disregarded. However, the bid sample will not be disregarded if it is clear from the bid or accompanying papers that the bidder's intention was to qualify the bid. (See [14.404-2\(d\)](#) if the qualification does not conform to the *solicitation*.)

(g) Handling bid samples.

(1) Samples that are not destroyed in testing *shall* be returned to bidders at their request and expense, unless otherwise specified in the invitation.

(2) Disposition instructions *shall* be requested from bidders and samples disposed of accordingly.

(3) Samples ordinarily will be returned collect to the address from which received if disposition instructions are not received within 30 days. Small items *may* be returned by mail, postage prepaid.

(4) Samples that are to be retained for *inspection* purposes in connection with deliveries *shall* be transmitted to the inspecting activity concerned, with instructions to retain the sample until completion of the contract or until disposition instructions are furnished.

(5) Where samples are consumed or their usefulness is impaired by tests, they will be disposed of as *scrap* unless the bidder requests their return.

14.202-5 Descriptive literature.

(a) *Policy*. Contracting officers must not require bidders to furnish *descriptive literature* unless it is needed before award to determine whether the *products* offered meet the specification and to establish exactly what the bidder proposes to furnish.

(b) *Justification*. The contracting officer must document in the contract file the reasons why product acceptability cannot be determined without the submission of *descriptive literature*, except when the contract specifications require submission.

(c) Requirements of invitation for bids.

(1) The invitation *must* clearly state-

(i) What *descriptive literature* the bidders *must* furnish;

(ii) The purpose for requiring the literature;

(iii) The extent of its consideration in the evaluation of bids; and

(iv) The rules that will apply if a bidder fails to furnish the literature before bid opening or if the literature provided does not comply with the requirements of the invitation.

(2) If bidders *must* furnish *descriptive literature*, see [14.201-6\(p\)](#).

(d) Waiver of requirement for *descriptive literature*.

(1) The *contracting officer* may waive the requirement for *descriptive literature* if-

(i) The bidder states in the bid that the product being offered is the same as a product previously or currently being furnished to the *contracting activity*; and

(ii) The *contracting officer* determines that the product offered by the bidder complies with the specification requirements of the current invitation for bids. When the *contracting officer* waives the requirement, see [14.201-6\(p\)\(2\)](#).

(2) When *descriptive literature* is not necessary and a waiver of literature requirements of a specification has been authorized, the *contracting officer* must include a statement in the invitation that, despite the requirements of the specifications, *descriptive literature* will not be required.

(3) If the *solicitation* provides for a waiver, a bidder *may* submit a bid on the basis of either the *descriptive literature* furnished with the bid or a previously furnished product. If the bid is submitted on one basis, the bidder *may* not have it considered on the other basis after bids are opened.

(e) *Unsolicited descriptive literature*. If *descriptive literature* is furnished when it is not required by the invitation for bids, the procedures set forth in [14.202-4\(f\)](#) must be followed.

14.202-6 Final review of invitations for bids.

Each invitation for bids *shall* be thoroughly reviewed before issuance to detect and correct discrepancies or ambiguities that could limit competition or result in the receipt of nonresponsive bids. *Contracting officers* are responsible for the reviews.

14.202-7 Facsimile bids.

(a) Unless prohibited or otherwise restricted by agency procedures, *contracting officers* may authorize facsimile bids (see [14.201-6\(v\)](#)). In determining whether or not to authorize facsimile bids, the *contracting officer* shall consider factors such as-

(1) Anticipated bid size and volume;

(2) Urgency of the requirement;

(3) Frequency of price changes;

(4) Availability, reliability, speed, and capacity of the receiving facsimile equipment; and

(5) Adequacy of administrative procedures and controls for receiving, identifying, recording, and safeguarding facsimile bids, and ensuring their timely delivery to the bids opening location.

(b) If facsimile bids are authorized, *contracting officers may*, after the date set for bid opening, request the apparently successful *offeror* to provide the complete, original signed bid.

14.202-8 Electronic bids.

In accordance with [subpart 4.5](#), *contracting officers may* authorize use of *electronic commerce* for submission of bids. If electronic bids are authorized, the *solicitation shall* specify the *electronic commerce* method(s) that bidders *may* use.

14.203 Methods of soliciting bids.

14.203-1 Transmittal to prospective bidders.

Invitations for bids or presolicitation notices *must* be provided in accordance with [5.102](#). When a *contracting office* is located in the *United States*, any *solicitation* sent to a prospective bidder located outside the *United States shall* be sent by *electronic data interchange* or air mail if security classification permits.

14.203-2 Dissemination of information concerning invitations for bids.

Procedures concerning display of invitations for bids in a public place, information releases to newspapers and trade journals, paid advertisements, and synopsis through the *Governmentwide point of entry (GPE)* are set forth in [5.101](#) and [subpart 5.2](#).

14.203-3 Master solicitation.

The *master solicitation* is provided to potential sources who are requested to retain it for continued and repetitive use. Individual *solicitations must* reference the date of the current *master solicitation* and identify any changes. The *contracting officer must*-

- (a) Make available copies of the *master solicitation* on request; and
- (b) Provide the cognizant contract administration activity a current copy of the *master solicitation*.

14.204 Records of invitations for bids and records of bids.

(a) Each *contracting office shall* retain a record of each invitation that it issues and each abstract or record of bids. *Contracting officers shall* review and utilize the information available in connection with subsequent *acquisitions* of the same or similar items.

(b) The file for each invitation *shall* show the distribution that was made and the date the invitation was issued. The names and addresses of prospective bidders who requested the invitation and were not included on the original *solicitation* list *shall* be added to the list and made a part of the record.

14.205 Presolicitation notices.

In lieu of initially forwarding complete bid sets, the *contracting officer may* send presolicitation notices to concerns. The notice *shall*-

- (a) Specify the final date for receipt of requests for a complete bid set;
- (b) Briefly describe the requirement and furnish other essential information to enable concerns to determine whether they have an interest in the invitation; and
- (c) Normally not include drawings, plans, and specifications. The return date of the notice *must* be sufficiently in advance of the mailing date of the invitation for bids to permit an accurate estimate of the number of bid sets required. Bid sets *shall* be sent to concerns that request them in response to the notice.

14.206 [Reserved]

14.207 Pre-bid conference.

A pre-bid conference *may* be used, generally in a complex *acquisition*, as a means of briefing prospective bidders and explaining complicated specifications and requirements to them as early as possible after the invitation has been issued and before the bids are opened. It *shall* never be used as a substitute for amending a defective or ambiguous invitation. The conference *shall* be conducted in accordance with the procedure prescribed in 15.201.

14.208 Amendment of invitation for bids.

(a) If it becomes necessary to make changes in quantity, specifications, delivery schedules, opening dates, etc., or to correct a defective or ambiguous invitation, such changes *shall* be accomplished by amendment of the invitation for bids using Standard Form 30, Amendment of Solicitation/Modification of Contract. The fact that a change was mentioned at a pre-bid conference does not relieve the necessity for issuing an amendment. Amendments *shall* be sent, before the time for bid opening, to everyone to whom invitations have been furnished and *shall* be displayed in the bid room.

(b) Before amending an invitation for bids, the *contracting officer shall* consider the period of time remaining until bid opening and the need to extend this period.

(c) Any information given to a prospective bidder concerning an invitation for bids *shall* be furnished promptly to all other prospective bidders as an amendment to the invitation (1) if such information is necessary for bidders to submit bids or (2) if the lack of such information would be prejudicial to uninformed bidders. The information *shall* be furnished even though a pre-bid conference is held. No award *shall* be made on the invitation unless such amendment has been issued in sufficient time to permit all prospective bidders to consider such information in submitting or modifying their bids.

14.209 Cancellation of invitations before opening.

(a) The cancellation of an invitation for bids usually involves a loss of time, effort, and money spent by the Government and bidders. Invitations *should* not be cancelled unless cancellation is clearly in the public interest; *e.g.*,

(1) Where there is no longer a requirement for the *supplies* or services; or

(2) Where amendments to the invitation would be of such magnitude that a new invitation is desirable.

(b) When an invitation issued other than electronically is cancelled, bids that have been received *shall* be returned unopened to the bidders and notice of cancellation *shall* be sent to all prospective bidders to whom invitations were issued. When an invitation issued electronically is cancelled, a general notice of cancellation *shall* be posted electronically, the bids received *shall* not be viewed, and the bids *shall* be purged from primary and backup data storage systems.

(c) The notice of cancellation *shall*-(1) identify the invitation for bids by number and short title or subject matter, (2) briefly explain the reason the invitation is being cancelled, and (3) where appropriate, assure prospective bidders that they will be given an opportunity to bid on any resolicitation of bids or any future requirements for the type of *supplies* or services involved. Cancellations *shall* be recorded in accordance with [14.403\(d\)](#).

14.210 Qualified products.

(See [subpart 9.2.](#))

14.211 Release of acquisition information.

(a) *Before solicitation.* Information concerning proposed *acquisitions* *shall* not be released outside the Government before *solicitation* except for presolicitation notices in accordance with [14.205](#) or [36.213-2](#), or long-range *acquisition* estimates in accordance with [5.404](#), or synopses in accordance with [5.201](#). Within the Government, such information *shall* be restricted to those having a legitimate interest. Releases of information *shall* be made (1) to all prospective bidders, and (2) as nearly as possible at the same time, so that one prospective bidder *shall* not be given unfair advantage over another. See [3.104](#) regarding requirements for proprietary and *source selection information* including access to and disclosure thereof.

(b) *After solicitation.* Discussions with prospective bidders regarding a *solicitation* *shall* be conducted and technical or other information *shall* be transmitted only by the *contracting officer* or superiors having contractual authority or by others specifically authorized. Such personnel *shall* not furnish any information to a prospective bidder that alone or together with other information *may* afford an advantage over others. However, general information that would not be prejudicial to other prospective bidders *may* be furnished upon request; *e.g.*, explanation of a particular *contract clause* or a particular condition of the schedule in the invitation for bids, and more specific information or clarifications *may* be furnished by amending the *solicitation* (see [14.208](#)).

14.212 Economic purchase quantities (supplies).

Contracting officers shall comply with the economic purchase quantity planning requirements for supplies in subpart 7.2. See 7.203 for instructions regarding use of the provision at 52.207-4, Economic Purchase Quantity-Supplies, and 7.204 for guidance on handling responses to that provision.

Subpart 14.3 - Submission of Bids

14.301 Responsiveness of bids.

(a) To be considered for award, a bid *must* comply in all material respects with the invitation for bids. Such compliance enables bidders to stand on an equal footing and maintain the integrity of the sealed bidding system.

(b) Facsimile bids *shall* not be considered unless permitted by the *solicitation* (see [14.202-7](#)).

(c) Bids *should* be filled out, executed, and submitted in accordance with the instructions in the invitation. If a bidder uses its own bid form or a letter to submit a bid, the bid *may* be considered only if-

(1) The bidder accepts all the terms and conditions of the invitation; and

(2) Award on the bid would result in a binding contract with terms and conditions that do not vary from the terms and conditions of the invitation.

(d) Bids submitted by *electronic commerce* *shall* be considered only if the *electronic commerce* method was specifically stipulated or permitted by the *solicitation*.

14.302 Bid submission.

Bids *shall* be submitted so that they will be received in the office designated in the invitation for bids not later than the exact time set for opening of bids.

14.303 Modification or withdrawal of bids.

(a) Bids *may* be modified or withdrawn by any method authorized by the *solicitation*, if notice is received in the office designated in the *solicitation* not later than the exact time set for opening of bids. If the *solicitation* authorizes facsimile bids, bids *may* be modified or withdrawn via facsimile received at any time before the exact time set for receipt of bids, subject to the conditions specified in the provision prescribed in [14.201-6\(v\)](#). Modifications received by facsimile *shall* be sealed in an envelope by a proper official.

(1) The official *shall*-

(i) Write on the envelope-

(A) The date and time of receipt and by whom; and

(B) The number of invitation for bids; and

(ii) Sign the envelope.

(2) No information contained in the envelope *shall* be disclosed before the time set for bid opening.

(b) A bid *may* be withdrawn in person by a bidder or its authorized representative if, before the exact time set for opening of bids, the identity of the persons requesting withdrawal is established and that person signs a receipt for the bid.

(c) Upon withdrawal of an electronically transmitted bid, the data received *shall* not be viewed and *shall* be purged from primary and backup data storage systems.

14.304 Submission, modification, and withdrawal of bids.

(a) Bidders are responsible for submitting bids, and any modifications or withdrawals, so as to reach the Government office designated in the invitation for bid (IFB) by the time specified in the IFB. They *may* use any transmission method authorized by the IFB (i.e., regular mail, *electronic commerce*, or facsimile). If no time is specified in the IFB, the time for receipt is 4:30 p.m., local time, for the designated Government office on the date that bids are due.

(b)

(1) Any bid, modification, or withdrawal of a bid received at the Government office designated in the IFB after the exact time specified for receipt of bids is "late" and will not be considered unless it is received before award is made, the *contracting officer* determines that accepting the late bid would not unduly delay the *acquisition*; and-

(i) If it was transmitted through an *electronic commerce* method authorized by the IFB, it was received at the initial point of entry to the Government infrastructure not later than 5:00 p.m. on a working *day* prior to the date specified for receipt of bids; or

(ii) There is acceptable evidence to establish that it was received at the Government installation designated for receipt of bids and was under the Government's control prior to the time set for receipt of bids.

(2) However, a late modification of an otherwise successful bid, that makes its terms more favorable to the Government, will be considered at any time it is received and *may* be accepted.

(c) Acceptable evidence to establish the time of receipt at the Government installation includes the time/date stamp of that installation on the bid wrapper, other documentary evidence of receipt maintained by the installation, or oral testimony or statements of Government personnel.

(d) If an *emergency* or unanticipated event interrupts normal Government processes so that bids cannot be received at the Government office designated for receipt of bids by the exact time specified in the IFB, and urgent Government requirements preclude amendment of the bid opening date, the time specified for receipt of bids will be deemed to be extended to the same time of *day* specified in the IFB on the first work *day* on which normal Government processes resume.

(e) Bids *may* be withdrawn by written notice received at any time before the exact time set for receipt of bids. If the IFB authorizes facsimile bids, bids *may* be withdrawn via facsimile received at any time before the exact time set for receipt of bids, subject to the conditions specified in the provision at 52.214-31, Facsimile Bids. A bid *may* be withdrawn in person by a bidder or its authorized representative if, before the exact time set for receipt of bids, the identity of the person requesting withdrawal is established and the person signs a receipt for the bid. Upon withdrawal of an electronically transmitted bid, the data received *must* not be viewed and, where practicable, *must* be purged from primary and backup data storage systems.

(f) The *contracting officer must* promptly notify any bidder if its bid, modification, or withdrawal was received late, and *must* inform the bidder whether its bid will be considered, unless contract award is imminent and the notices prescribed in 14.409 would suffice.

(g) Late bids and modifications that are not considered *must* be held unopened, unless opened for identification, until after award and then retained with other unsuccessful bids. However, any bid bond or guarantee *must* be returned.

(h) If available, the following *must* be included in the contract files for each late bid, modification, or withdrawal:

(1) The date and hour of receipt.

(2) A statement, with supporting rationale, regarding whether the bid was considered for award.

(3) The envelope, wrapper, or other evidence of the date of receipt.

Subpart 14.4 - Opening of Bids and Award of Contract

14.400 Scope of subpart.

This subpart contains procedures for the receipt, handling, opening, and disposition of bids including mistakes in bids, and subsequent award of contracts.

14.401 Receipt and safeguarding of bids.

(a) All bids (including modifications) received before the time set for the opening of bids *shall* be kept secure. Except as provided in paragraph (b) of this section, the bids *shall* not be opened or viewed, and *shall* remain in a locked bid box, a safe, or in a secured, restricted-access electronic bid box. If an invitation for bids is cancelled, bids *shall* be returned to the bidders. Necessary precautions *shall* be taken to ensure the security of the bid box or safe. Before bid opening, information concerning the identity and number of bids received *shall* be made available only to Government employees. Such disclosure *shall* be only on a "need to know" basis. When bid samples are submitted, they *shall* be handled with sufficient care to prevent disclosure of characteristics before bid opening.

(b) Envelopes marked as bids but not identifying the bidder or the *solicitation may* be opened solely for the purpose of identification, and then only by an official designated for this purpose. If a sealed bid is opened by mistake (*e.g.*, because it is not marked as being a bid), the envelope *shall* be signed

by the opener, whose position *shall* also be written thereon, and delivered to the designated official. This official *shall* immediately write on the envelope (1)an explanation of the opening, (2) the date and time opened, and (3) the invitation for bids number, and *shall* sign the envelope. The official *shall* then immediately reseal the envelope.

14.402 Opening of bids.

14.402-1 Unclassified bids.

(a) The bid opening officer *shall* decide when the time set for opening bids has arrived and *shall* inform those present of that decision. The officer *shall* then (1) personally and publicly open all bids received before that time, (2)if practical, read the bids aloud to the persons present, and (3) have the bids recorded. The original of each bid *shall* be carefully safeguarded, particularly until the abstract of bids required by 14.403 has been made and its accuracy verified.

(b) Performance of the procedure in paragraph (a) of this section *may* be delegated to an assistant, but the bid opening officer remains fully responsible for the actions of the assistant.

(c) Examination of bids by interested persons *shall* be permitted if it does not interfere unduly with the conduct of Government business. Original bids *shall* not be allowed to pass out of the hands of a Government official unless a duplicate bid is not available for public *inspection*. The original bid *may* be examined by the public only under the immediate supervision of a Government official and under conditions that preclude possibility of a substitution, addition, deletion, or alteration in the bid.

14.402-2 Classified bids.

The general public *may* not attend bid openings for *classified acquisitions*. A bidder or its representative *may* attend and record the results if the individual has the appropriate security clearance. The *contracting officer* also *may* make the bids available at a later time to properly cleared individuals who represent bidders. No public record *shall* be made of bids or bid prices received in response to classified invitations for bids.

14.402-3 Postponement of openings.

(a) A bid opening *may* be postponed even after the time scheduled for bid opening (but otherwise in accordance with 14.208) when-

(1) The *contracting officer* has reason to believe that the bids of an important *segment* of bidders have been delayed in the mails, or in the communications system specified for transmission of bids, for causes beyond their control and without their fault or negligence (*e.g.*, flood, fire, accident, weather conditions, strikes, or Government equipment blackout or malfunction when bids are due); or

(2) *Emergency* or unanticipated events interrupt normal governmental processes so that the conduct of bid opening as scheduled is impractical.

(b) At the time of a determination to postpone a bid opening under paragraph (a)(1) of this section,

an announcement of the determination *shall* be publicly posted. If practical before issuance of a formal amendment of the invitation, the determination *shall* be otherwise communicated to prospective bidders who are likely to attend the scheduled bid opening.

(c) In the case of paragraph (a)(2) of this section, and when urgent Government requirements preclude amendment of the *solicitation* as prescribed in [14.208](#), the time specified for opening of bids will be deemed to be extended to the same time of *day* specified in the *solicitation* on the first work *day* on which normal Government processes resume. In such cases, the time of actual bid opening *shall* be deemed to be the time set for bid opening for the purpose of determining "late bids" under [14.304](#). A note *should* be made on the abstract of bids or otherwise added to the file explaining the circumstances of the postponement.

14.403 Recording of bids.

(a) [Standard Form 1409](#), Abstract of *Offers*, or [Optional Form 1419](#), Abstract of *Offers-Construction* (or automated equivalent), *shall* be completed and certified as to its accuracy by the bid opening officer as soon after bid opening as practicable. Where bid items are too numerous to warrant complete recording of all bids, abstract entries for individual bids *may* be limited to item numbers and bid prices. In preparing these forms, the extra columns and [SF 1410](#), Abstract of *Offers-Continuation*, and [OF 1419A](#), Abstract of *Offer-Construction*, Continuation Sheet, *may* be used to label and record such information as the *contracting activity* deems necessary.

(b) Abstracts of *offers* for unclassified *acquisitions* *shall* be available for public *inspection*. Such abstracts *shall* not contain information regarding failure to meet minimum standards of responsibility, apparent collusion of bidders, or other notations properly exempt from disclosure to the public in accordance with agency regulations implementing [subpart 24.2](#).

(c) The forms identified in paragraph (a) of this section need not be used by the Defense Energy Support Center for *acquisitions* of coal or petroleum *products* or by the Defense Supply Center Philadelphia for perishable subsistence items.

(d) If an invitation for bids is canceled before the time set for bid opening, this fact *shall* be recorded together with a statement of the number of bids invited and the number of bids received.

14.404 Rejection of bids.

14.404-1 Cancellation of invitations after opening.

(a)

(1) Preservation of the integrity of the competitive bid system dictates that, after bids have been opened, award *must* be made to that responsible bidder who submitted the lowest responsive bid, unless there is a compelling reason to reject all bids and cancel the invitation.

(2) Every effort *shall* be made to anticipate changes in a requirement before the date of opening and to notify all prospective bidders of any resulting modification or cancellation. This will permit bidders to change their bids and prevent unnecessary exposure of bid prices.

(3) As a general rule, after the opening of bids, an invitation *should* not be cancelled and resolicited due solely to increased requirements for the items being acquired. Award *should* be made on the initial invitation for bids and the additional quantity *should* be treated as a new *acquisition*.

(b) When it is determined before award but after opening that the requirements of [11.201](#) (relating to the availability and identification of specifications) have not been met, the invitation *shall* be cancelled.

(c) Invitations *may* be cancelled and all bids rejected before award but after opening when, consistent with subparagraph (a)(1) of this section, the *agency head* determines *in writing* that-

(1) Inadequate or ambiguous specifications were cited in the invitation;

(2) Specifications have been revised;

(3) The *supplies* or services being contracted for are no longer required;

(4) The invitation did not provide for consideration of all factors of cost to the Government, such as cost of transporting Government-furnished property to bidders' plants;

(5) Bids received indicate that the needs of the Government can be satisfied by a less expensive article differing from that for which the bids were invited;

(6) All otherwise acceptable bids received are at unreasonable prices, or only one bid is received and the *contracting officer* cannot determine the reasonableness of the bid price;

(7) The bids were not independently arrived at in open competition, were collusive, or were submitted in bad faith (see [subpart 3.3](#) for reports to be made to the Department of Justice);

(8) No responsive bid has been received from a responsible bidder;

(9) A cost comparison as prescribed in OMB Circular A-76 and [subpart 7.3](#) shows that performance by the Government is more economical; or

(10) For other reasons, cancellation is clearly in the public's interest.

(d) *Should* administrative difficulties be encountered after bid opening that *may* delay award beyond bidders' acceptance periods, the several lowest bidders whose bids have not expired (irrespective of the acceptance period specified in the bid) *should* be requested, before expiration of their bids, to extend *in writing* the bid acceptance period (with consent of *sureties*, if any) in order to avoid the need for resoliciting.

(e) Under some circumstances, completion of the *acquisition* after cancellation of the invitation for bids *may* be appropriate.

(1) If the invitation for bids has been cancelled for the reasons specified in subparagraphs (c)(6), (7), or (8) of this subsection, and the *agency head* has authorized, in the determination in paragraph (c) of this subsection, the completion of the *acquisition* through negotiation, the *contracting officer shall* proceed in accordance with paragraph (f) of this subsection.

(2) If the invitation for bids has been cancelled for the reasons specified in subparagraphs (c)(1), (2), (4), (5), or (10) of this subsection, or for the reasons in subparagraphs (c)(6), (7), or (8) of this subsection and completion through negotiation is not authorized under subparagraph (e)(1) of this

subsection, the *contracting officer shall* proceed with a new *acquisition*.

(f) When the *agency head* has determined, in accordance with paragraph (e)(1) of this subsection, that an invitation for bids *should* be canceled and that use of negotiation is in the Government's interest, the *contracting officer may* negotiate (in accordance with [part 15](#), as appropriate) and make award without issuing a new *solicitation* provided-

(1) Each responsible bidder in the sealed bid *acquisition* has been given notice that negotiations will be conducted and has been given an opportunity to participate in negotiations; and

(2) The award is made to the responsible bidder offering the lowest negotiated price.

14.404-2 Rejection of individual bids.

(a) Any bid that fails to conform to the essential requirements of the invitation for bids *shall* be rejected.

(b) Any bid that does not conform to the applicable specifications *shall* be rejected unless the invitation authorized the submission of *alternate* bids and the *supplies* offered as *alternates* meet the requirements specified in the invitation.

(c) Any bid that fails to conform to the delivery schedule or permissible *alternates* stated in the invitation *shall* be rejected.

(d) A bid *shall* be rejected when the bidder imposes conditions that would modify requirements of the invitation or limit the bidder's liability to the Government, since to allow the bidder to impose such conditions would be prejudicial to other bidders. For example, bids *shall* be rejected in which the bidder-

(1) Protects against future changes in conditions, such as increased costs, if total possible costs to the Government cannot be determined;

(2) Fails to state a price and indicates that price *shall* be "price in effect at time of delivery;"

(3) States a price but qualifies it as being subject to "price in effect at time of delivery;"

(4) When not authorized by the invitation, conditions or qualifies a bid by stipulating that it is to be considered only if, before date of award, the bidder receives (or does not receive) award under a separate *solicitation*;

(5) Requires that the Government is to determine that the bidder's product meets applicable Government specifications; or

(6) Limits rights of the Government under any *contract clause*.

(e) A low bidder *may* be requested to delete objectionable conditions from a bid provided the conditions do not go to the substance, as distinguished from the form, of the bid, or work an injustice on other bidders. A condition goes to the substance of a bid where it affects price, quantity, quality, or delivery of the items offered.

(f) Any bid *may* be rejected if the *contracting officer* determines *in writing* that it is unreasonable as to price. Unreasonableness of price includes not only the total price of the bid, but the prices for

individual *line items* as well.

(g) Any bid *may* be rejected if the prices for any *line items* or *subline items* are materially unbalanced (see [15.404-1\(g\)](#)).

(h) Bids received from any person or concern that is suspended, debarred, proposed for *debarment* or declared *ineligible* as of the bid opening date *shall* be rejected unless a compelling reason determination is made (see [subpart 9.4](#)).

(i) Low bids received from concerns determined to be not responsible pursuant to subpart [9.1](#) *shall* be rejected (but if a bidder is a small business concern, see 19.6 with respect to certificates of competency).

(j) When a bid guarantee is required and a bidder fails to furnish the guarantee in accordance with the requirements of the invitation for bids, the bid *shall* be rejected, except as otherwise provided in [28.101-4](#).

(k) The originals of all rejected bids, and any written findings with respect to such rejections, *shall* be preserved with the papers relating to the *acquisition*.

(l) After submitting a bid, if all of a bidder's assets or that part related to the bid are transferred during the period between the bid opening and the award, the transferee *may* not be able to take over the bid. Accordingly, the *contracting officer shall* reject the bid unless the transfer is effected by merger, operation of law, or other means not barred by [41 U.S.C.6305](#) or [31 U.S.C. 3727](#).

14.404-3 Notice to bidders of rejection of all bids.

When it is determined necessary to reject all bids, the *contracting officer shall* notify each bidder that all bids have been rejected and *shall* state the reason for such action.

14.404-4 Restrictions on disclosure of descriptive literature.

When a bid is accompanied by *descriptive literature* (as defined in [2.101](#)), and the bidder imposes a restriction that prevents the public disclosure of such literature, the restriction *may* render the bid nonresponsive. The restriction renders the bid nonresponsive if it prohibits the disclosure of sufficient information to permit competing bidders to know the essential nature and type of the *products* offered or those elements of the bid that relate to quantity, price, and delivery terms. The provisions of this paragraph do not apply to unsolicited *descriptive literature* submitted by a bidder if such literature does not qualify the bid (see [14.202-5\(e\)](#)).

14.404-5 All or none qualifications.

Unless the *solicitation* provides otherwise, a bid *may* be responsive notwithstanding that the bidder specifies that award will be accepted only on all, or a specified group, of the items. Bidders *shall* not be permitted to withdraw or modify "all or none" qualifications after bid opening since such qualifications are substantive and affect the rights of other bidders.

14.405 Minor informalities or irregularities in bids.

A minor informality or irregularity is one that is merely a matter of form and not of substance. It also pertains to some immaterial defect in a bid or variation of a bid from the exact requirements of the invitation that can be corrected or waived without being prejudicial to other bidders. The defect or variation is immaterial when the effect on price, quantity, quality, or delivery is negligible when contrasted with the total cost or scope of the *supplies* or services being acquired. The *contracting officer* either *shall* give the bidder an opportunity to cure any deficiency resulting from a minor informality or irregularity in a bid or waive the deficiency, whichever is to the advantage of the Government. Examples of minor informalities or irregularities include failure of a bidder to-

(a) Return the number of copies of signed bids required by the invitation;

(b) Furnish required information concerning the number of its employees;

(c) Sign its bid, but only if-

(1) The unsigned bid is accompanied by other material indicating the bidder's intention to be bound by the unsigned bid (such as the submission of a bid guarantee or a letter signed by the bidder, with the bid, referring to and clearly identifying the bid itself); or

(2) The firm submitting a bid has formally adopted or authorized, before the date set for opening of bids, the execution of documents by typewritten, printed, or stamped *signature* and submits evidence of such authorization and the bid carries such a *signature*;

(d) Acknowledge receipt of an amendment to an invitation for bids, but only if-

(1) The bid received clearly indicates that the bidder received the amendment, such as where the amendment added another item to the invitation and the bidder submitted a bid on the item; or

(2) The amendment involves only a matter of form or has either no effect or merely a negligible effect on price, quantity, quality, or delivery of the item bid upon; and

(e) Execute the representations with respect to Equal Opportunity and Affirmative Action Programs, as set forth in the clauses at [52.222-22](#), Previous Contracts and Compliance Reports, and [52.222-25](#), Affirmative Action Compliance.

14.406 Receipt of an unreadable electronic bid.

If a bid received at the Government facility by *electronic data interchange* is unreadable to the degree that conformance to the essential requirements of the invitation for bids cannot be ascertained, the *contracting officer* immediately *shall* notify the bidder that the bid will be rejected unless the bidder provides clear and convincing evidence-

(a) Of the content of the bid as originally submitted; and

(b) That the unreadable condition of the bid was caused by Government software or hardware error, malfunction, or other Government mishandling.

14.407 Mistakes in bids.

14.407-1 General.

After the opening of bids, *contracting officers shall* examine all bids for mistakes. In cases of apparent mistakes and in cases where the *contracting officer* has reason to believe that a mistake *may* have been made, the *contracting officer shall* request from the bidder a verification of the bid, calling attention to the suspected mistake. If the bidder alleges a mistake, the matter *shall* be processed in accordance with this section 14.407. Such actions *shall* be taken before award.

14.407-2 Apparent clerical mistakes.

(a) Any clerical mistake, apparent on its face in the bid, *may* be corrected by the *contracting officer* before award. The *contracting officer* first *shall* obtain from the bidder a verification of the bid intended. Examples of apparent mistakes are-

(1) Obvious misplacement of a decimal point;

(2) Obviously incorrect discounts (for example, 1 percent 10 days, 2 percent 20 days, 5 percent 30 days);

(3) Obvious reversal of the price *f.o.b. destination* and price *f.o.b. origin*; and

(4) Obvious mistake in designation of unit.

(b) Correction of the bid *shall* be effected by attaching the verification to the original bid and a copy of the verification to the duplicate bid. Correction *shall* not be made on the face of the bid; however, it *shall* be reflected in the award document.

(c) Correction of bids submitted by *electronic data interchange* *shall* be effected by including in the electronic *solicitation* file the original bid, the verification request, and the bid verification.

14.407-3 Other mistakes disclosed before award.

In order to minimize delays in contract awards, administrative determinations *may* be made as described in this 14.407-3 in connection with mistakes in bids alleged after opening of bids and before award. The authority to permit correction of bids is limited to bids that, as submitted, are responsive to the invitation and *may* not be used to permit correction of bids to make them responsive. This authority is in addition to that in 14.407-2 or that *may* be otherwise available.

(a) If a bidder requests permission to correct a mistake and clear and convincing evidence establishes both the existence of the mistake and the bid actually intended, the *agency head may* make a determination permitting the bidder to correct the mistake; provided, that if this correction would result in displacing one or more lower bids, such a determination *shall* not be made unless the existence of the mistake and the bid actually intended are ascertainable substantially from the invitation and the bid itself.

(b) If-

- (1) A bidder requests permission to withdraw a bid rather than correct it;
 - (2) The evidence is clear and convincing both as to the existence of a mistake and as to the bid actually intended; and
 - (3) The bid, both as uncorrected and as corrected, is the lowest received, the *agency head may* make a determination to correct the bid and not permit its withdrawal.
- (c) If, under paragraph (a) or (b) of this subsection, (1) the evidence of a mistake is clear and convincing only as to the mistake but not as to the intended bid, or (2) the evidence reasonably supports the existence of a mistake but is not clear and convincing, an official above the *contracting officer*, unless otherwise provided by agency procedures, *may* make a determination permitting the bidder to withdraw the bid.
- (d) If the evidence does not warrant a determination under paragraph (a), (b), or (c) of this section, the *agency head may* make a determination that the bid be neither withdrawn nor corrected.
- (e) Heads of agencies *may* delegate their authority to make the determinations under paragraphs (a), (b), (c), and (d) of this 14.407-3 to a central authority, or a limited number of authorities as necessary, in their agencies, without power of redelegation.
- (f) Each proposed determination *shall* have the concurrence of legal counsel within the agency concerned before issuance.
- (g) Suspected or alleged mistakes in bids *shall* be processed as follows. A mere statement by the administrative officials that they are satisfied that an error was made is insufficient.
- (1) The *contracting officer shall* immediately request the bidder to verify the bid. Action taken to verify bids *must* be sufficient to reasonably assure the *contracting officer* that the bid as confirmed is without error, or to elicit the allegation of a mistake by the bidder. To assure that the bidder will be put on notice of a mistake suspected by the *contracting officer*, the bidder *should* be advised as appropriate-
 - (i) That its bid is so much lower than the other bids or the Government's estimate as to indicate a possibility of error;
 - (ii) Of important or unusual characteristics of the specifications;
 - (iii) Of changes in requirements from previous purchases of a similar item; or
 - (iv) Of any other information, proper for disclosure, that leads the *contracting officer* to believe that there is a mistake in bid.
 - (2) If the bid is verified, the *contracting officer shall* consider the bid as originally submitted. If the time for acceptance of bids is likely to expire before a decision can be made, the *contracting officer shall* request all bidders whose bids *may* become eligible for award to extend the time for acceptance of their bids in accordance with 14.404-1(d). If the bidder whose bid is believed erroneous does not (or cannot) grant an extension of time, the bid *shall* be considered as originally submitted (but see paragraph (g)(5) of this section). If the bidder alleges a mistake, the *contracting officer shall* advise the bidder to make a written request to withdraw or modify the bid. The request *must* be supported by statements (sworn statements, if possible) and *shall* include all pertinent evidence such as the bidder's file copy of the bid, the original worksheets and other data used in preparing the bid, subcontractors' quotations, if any, published price lists, and any other evidence

that establishes the existence of the error, the manner in which it occurred, and the bid actually intended.

(3) When the bidder furnishes evidence supporting an alleged mistake, the *contracting officer shall* refer the case to the appropriate authority (see paragraph (e) of this section) together with the following data:

(i) A signed copy of the bid involved.

(ii) A copy of the invitation for bids and any specifications or drawings relevant to the alleged mistake.

(iii) An abstract or record of the bids received.

(iv) The written request by the bidder to withdraw or modify the bid, together with the bidder's written statement and supporting evidence.

(v) A written statement by the *contracting officer* setting forth-

(A) A description of the *supplies* or services involved;

(B) The expiration date of the bid in question and of the other bids submitted;

(C) Specific information as to how and when the mistake was alleged;

(D) A summary of the evidence submitted by the bidder;

(E) In the event only one bid was received, a quotation of the most recent contract price for the *supplies* or services involved or, in the absence of a recent comparable contract, the *contracting officer's* estimate of a fair price for the *supplies* or services;

(F) Any additional pertinent evidence; and

(G) A recommendation that either the bid be considered for award in the form submitted, or the bidder be authorized to withdraw or modify the bid.

(4) Where the bidder fails or refuses to furnish evidence in support of a suspected or alleged mistake, the *contracting officer shall* consider the bid as submitted unless (i) the amount of the bid is so far out of line with the amounts of other bids received, or with the amount estimated by the agency or determined by the *contracting officer* to be reasonable, or (ii) there are other indications of error so clear, as to reasonably justify the conclusion that acceptance of the bid would be unfair to the bidder or to other bona fide bidders. Attempts made to obtain the information required and the action taken with respect to the bid *shall* be fully documented.

(h) Each agency *shall* maintain records of all determinations made in accordance with this subsection 14.407-3, the facts involved, and the action taken in each case. Copies of all such determinations *shall* be included in the file.

(i) Nothing contained in this subsection 14.407-3 prevents an agency from submitting doubtful cases to the Comptroller General for advance decision.

14.407-4 Mistakes after award.

If a contractor's discovery and request for correction of a mistake in bid is not made until after the award, it *shall* be processed under the procedures of subpart 33.2 and the following:

(a) When a mistake in a contractor's bid is not discovered until after award, the mistake *may* be corrected by *contract modification* if correcting the mistake would be favorable to the Government without changing the essential requirements of the specifications.

(b) In addition to the cases contemplated in paragraph (a) of this section or as otherwise authorized by law, agencies are authorized to make a determination-

(1) To rescind a contract;

(2) To reform a contract-

(i) To delete the items involved in the mistake; or

(ii) To increase the price if the contract price, as corrected, does not exceed that of the next lowest acceptable bid under the original invitation for bids; or

(3) That no change *shall* be made in the contract as awarded, if the evidence does not warrant a determination under subparagraph (b)(1) or (2) of this section.

(c) Determinations under paragraph (b)(1) and (2) of this section *may* be made only on the basis of clear and convincing evidence that a mistake in bid was made. In addition, it *must* be clear that the mistake was-

(1) Mutual; or

(2) If unilaterally made by the contractor, so apparent as to have charged the *contracting officer* with notice of the probability of the mistake.

(d) Each proposed determination *shall* be coordinated with legal counsel in accordance with agency procedures.

(e) Mistakes alleged or disclosed after award *shall* be processed as follows:

(1) The *contracting officer* *shall* request the contractor to support the alleged mistake by submission of written statements and pertinent evidence, such as-

(i) The contractor's file copy of the bid,

(ii) The contractor's original worksheets and other data used in preparing the bid,

(iii) Subcontractors' and suppliers' quotations, if any,

(iv) Published price lists, and

(v) Any other evidence that will serve to establish the mistake, the manner in which the mistake occurred, and the bid actually intended.

(2) The case file concerning an alleged mistake *shall* contain the following:

- (i) All evidence furnished by the contractor in support of the alleged mistake.
- (ii) A signed statement by the *contracting officer*-
 - (A) Describing the *supplies* or services involved;
 - (B) Specifying how and when the mistake was alleged or disclosed;
 - (C) Summarizing the evidence submitted by the contractor and any additional evidence considered pertinent;
 - (D) Quoting, in cases where only one bid was received, the most recent contract price for the *supplies* or services involved, or in the absence of a recent comparable contract, the *contracting officer's* estimate of a fair price for the *supplies* or services and the basis for the estimate;
 - (E) Setting forth the *contracting officer's* opinion whether a bona fide mistake was made and whether the *contracting officer* was, or *should* have been, on constructive notice of the mistake before the award, together with the reasons for, or data in support of, such opinion;
 - (F) Setting forth the course of action with respect to the alleged mistake that the *contracting officer* considers proper on the basis of the evidence, and if other than a change in contract price is recommended, the manner by which the *supplies* or services will otherwise be acquired; and
 - (G) Disclosing the status of performance and payments under the contract, including contemplated performance and payments.
- (iii) A signed copy of the bid involved.
- (iv) A copy of the invitation for bids and any specifications or drawings relevant to the alleged mistake.
- (v) An abstract of written record of the bids received.
- (vi) A written request by the contractor to reform or rescind the contract, and copies of all other relevant correspondence between the *contracting officer* and the contractor concerning the alleged mistake.
- (vii) A copy of the contract and any related *change orders* or *supplemental agreements*.
- (f) Each agency *shall* include in the contract file a record of-
 - (1) All determinations made in accordance with this [14.407-4](#);
 - (2) The facts involved; and
 - (3) The action taken in each case.

14.408 Award.

14.408-1 General.

- (a) The *contracting officer shall* make a contract award (1) by written or electronic notice, (2) within

the time for acceptance specified in the bid or an extension (see [14.404-1\(d\)](#)), and (3) to that responsible bidder whose bid, conforming to the invitation, will be most advantageous to the Government, considering only price and the price-related factors (see [14.201-8](#)) included in the invitation. Award *shall* not be made until all required approvals have been obtained and the award otherwise conforms with [14.103-2](#).

(b) If less than three bids have been received, the *contracting officer shall* examine the situation to ascertain the reasons for the small number of responses. Award *shall* be made notwithstanding the limited number of bids. However, the *contracting officer shall* initiate, if appropriate, corrective action to increase competition in future *solicitations* for the same or similar items, and include a notation of such action in the records of the invitation for bids (see [14.204](#)).

(c)

(1) Award *shall* be made by mailing or otherwise furnishing a properly executed award document to the successful bidder.

(2) When a notice of award is issued, it *shall* be followed as soon as possible by the formal award.

(3) When more than one award results from any single invitation for bids, separate award documents *shall* be suitably numbered and executed.

(4) When an award is made to a bidder for less than all of the items that *may* be awarded to that bidder and additional items are being withheld for subsequent award, the award *shall* state that the Government *may* make subsequent awards on those additional items within the bid acceptance period.

(5) All provisions of the invitation for bids, including any acceptable additions or changes made by a bidder in the bid, *shall* be clearly and accurately set forth (either expressly or by reference) in the award document. The award is an acceptance of the bid, and the bid and the award constitute the contract.

(d)

(1) Award is generally made by using the Award portion of [Standard Form \(SF\) 33](#), *Solicitation, Offer*, and Award, or [SF 1447](#), *Solicitation/Contract* (see [53.214](#)). If an *offer* from a [SF 33](#) leads to further changes, the resulting contract *shall* be prepared as a bilateral document on [SF 26](#), Award/Contract.

(2) Use of the Award portion of [SF 33](#), [SF 26](#), or [SF 1447](#), does not preclude the additional use of informal documents, including electronic transmissions, as notices of awards.

14.408-2 Responsible bidder-reasonableness of price.

(a) The *contracting officer shall* determine that a prospective contractor is responsible (see [subpart 9.1](#)) and that the prices offered are reasonable before awarding the contract. The price analysis techniques in [15.404-1\(b\)](#) *may* be used as guidelines. In each case the determination *shall* be made in the light of all prevailing circumstances. Particular care *must* be taken in cases where only a single bid is received.

(b) The price analysis *shall* consider whether bids are materially unbalanced (see [15.404-1\(g\)](#)).

14.408-3 Prompt payment discounts.

(a) Prompt payment discounts *shall* not be considered in the evaluation of bids. However, any discount offered will form a part of the award, and will be taken by the payment center if payment is made within the discount period specified by the bidder. As an alternative to indicating a discount in conjunction with the *offer*, bidders *may* prefer to *offer* discounts on individual *invoices*.

(b) See [32.111\(b\)\(1\)](#), which prescribes the *contract clause* at [52.232-8](#), Discounts for Prompt Payment.

14.408-4 Economic price adjustment.

(a) Bidder proposes economic price adjustment.

(1) When a *solicitation* does not contain an economic price adjustment clause but a bidder proposes one with a ceiling that the price will not exceed, the bid *shall* be evaluated on the basis of the maximum possible economic price adjustment of the quoted base price.

(2) If the bid is eligible for award, the *contracting officer shall* request the bidder to agree to the inclusion in the award of an approved economic price adjustment clause (see [16.203](#)) that is subject to the same ceiling. If the bidder will not agree to an approved clause, the award *may* be made on the basis of the bid as originally submitted.

(3) Bids that contain economic price adjustments with no ceiling *shall* be rejected unless a clear basis for evaluation exists.

(b) Government proposes economic price adjustment.

(1) When an invitation contains an economic price adjustment clause and no bidder takes exception to the provisions, bids *shall* be evaluated on the basis of the quoted prices without the allowable economic price adjustment being added.

(2) When a bidder increases the maximum percentage of economic price adjustment stipulated in the invitation or limits the downward economic price adjustment provisions of the invitation, the bid *shall* be rejected as nonresponsive.

(3) When a bid indicates deletion of the economic price adjustment clause, the bid *shall* be rejected as nonresponsive since the downward economic price adjustment provisions are thereby limited.

(4) When a bidder decreases the maximum percentage of economic price adjustment stipulated in the invitation, the bid *shall* be evaluated at the base price on an equal basis with bids that do not reduce the stipulated ceiling. However, after evaluation, if the bidder offering the lower ceiling is in a position to receive the award, the award *shall* reflect the lower ceiling.

14.408-5 [Reserved]

14.408-6 Equal low bids.

(a) Contracts *shall* be awarded in the following order of priority when two or more low bids are equal in all respects:

(1) Small business concerns that are also *labor surplus area concerns*.

(2) Other small business concerns.

(3) Other business concerns.

(b) If two or more bidders still remain equally eligible after application of paragraph (a) of this section, award *shall* be made by a drawing by lot limited to those bidders. If time permits, the bidders involved *shall* be given an opportunity to attend the drawing. The drawing *shall* be witnessed by at least three persons, and the contract file *shall* contain the names and addresses of the witnesses and the person supervising the drawing.

(c) When an award is to be made by using the priorities under this [14.408-6](#), the *contracting officer* *shall* include a written agreement in the contract that the contractor will perform, or cause to be performed, the contract in accordance with the circumstances justifying the priority used to break the tie or select bids for a drawing by lot.

14.408-7 Documentation of award.

(a) The *contracting officer* *shall* document compliance with [14.103-2](#) in the contract file.

(b) The documentation *shall* either state that the accepted bid was the lowest bid received, or list all lower bids with reasons for their rejection in sufficient detail to justify the award.

(c) When an award is made after receipt of equal low bids, the documentation *shall* describe how the tie was broken.

14.408-8 Protests against award.

(See [subpart 33.1](#), Protests.)

14.409 Information to bidders.

14.409-1 Award of unclassified contracts.

(a)

(1) The *contracting officer* *shall* as a minimum (subject to any restrictions in [subpart 9.4](#))-

(i) Notify each unsuccessful bidder *in writing* or electronically within threedays after contract award, that its bid was not accepted. "Day," for purposes of the notification process, means calendar *day*, except that the period will run until a *day* which is not a Saturday, Sunday, or legal holiday;

(ii) Extend appreciation for the interest the unsuccessful bidder has shown in submitting a bid; and

(iii) When award is made to other than a low bidder, state the reason for rejection in the notice to each of the unsuccessful low bidders.

(2) For *acquisitions* covered by the World Trade Organization Government *Procurement* Agreement or a Free Trade Agreement (see [25.408\(a\)\(5\)](#)), agencies *must* include in notices given unsuccessful bidders from World Trade Organization Government *Procurement* Agreement or Free Trade Agreement countries-

(i) The dollar amount of the successful bid; and

(ii) The name and address of the successful bidder.

(b) Information included in paragraph (a)(2) of this subsection *shall* be provided to any unsuccessful bidder upon request except when multiple awards have been made and furnishing information on the successful bids would require so much work as to interfere with normal operations of the *contracting office*. In such circumstances, only information concerning location of the abstract of *offers* need be given.

(c) When a request is received concerning an unclassified invitation from an inquirer who is neither a bidder nor a representative of a bidder, the *contracting officer* *should* make every effort to furnish the names of successful bidders and, if requested, the prices at which awards were made. However, when such requests require so much work as to interfere with the normal operations of the *contracting office*, the inquirer will be advised where a copy of the abstract of *offers* *may* be seen.

(d) Requests for records *shall* be governed by agency regulations implementing [subpart 24.2](#).

14.409-2 Award of classified contracts.

In addition to [14.409-1](#), if *classified information* was furnished or created in connection with the *solicitation*, the *contracting officer* *shall* advise the unsuccessful bidders, including any who did not bid, to take disposition action in accordance with agency procedures. The name of the successful bidder and the contract price will be furnished to unsuccessful bidders only upon request. Information regarding a classified award *shall* not be furnished by telephone.

Subpart 14.5 - Two-Step Sealed Bidding

14.501 General.

Two-step sealed bidding is a combination of competitive procedures designed to obtain the benefits of sealed bidding when adequate specifications are not available. An objective is to permit the development of a sufficiently descriptive and not unduly restrictive statement of the Government's requirements, including an adequate *technical data* package, so that subsequent *acquisitions* *may* be

made by conventional sealed bidding. This method is especially useful in *acquisitions* requiring technical proposals, particularly those for complex items. It is conducted in two steps:

(a) Step one consists of the request for, submission, evaluation, and (if necessary) discussion of a technical proposal. No *pricing* is involved. The objective is to determine the acceptability of the *supplies* or services offered. As used in this context, the word "technical" has a broad connotation and includes, among other things, the engineering approach, special manufacturing processes, and special testing techniques. It is the proper step for clarification of questions relating to technical requirements. Conformity to the technical requirements is resolved in this step, but not responsibility as defined in [9.1](#).

(b) Step two involves the submission of sealed priced bids by those who submitted acceptable technical proposals in step one. Bids submitted in step two are evaluated and the awards made in accordance with [subparts 14.3](#) and [14.4](#).

14.502 Conditions for use.

(a) Unless other factors require the use of sealed bidding, two-step sealed bidding *may* be used in preference to negotiation when all of the following conditions are present:

(1) Available specifications or purchase descriptions are not definite or complete or *may* be too restrictive without technical evaluation, and any necessary discussion, of the technical aspects of the requirement to ensure mutual understanding between each source and the Government.

(2) Definite criteria exist for evaluating technical proposals

(3) More than one technically qualified source is expected to be available.

(4) Sufficient time will be available for use of the two-step method.

(5) A firm-fixed-price contract or a fixed-price contract with economic price adjustment will be used.

(b) None of the following precludes the use of two-step sealed bidding:

(1) Multi-year *contracting*.

(2) Government property to be made available to the successful bidder.

(3) A total small business set-aside (see [19.502-2](#)).

(4) The use of a set-aside or price evaluation preference for *HUBZone* small business concerns (see [subpart 19.13](#)).

(5) The use of a set-aside for service-disabled veteran-owned small business concerns (see [subpart 19.14](#)).

(6) The use of a set-aside for economically disadvantaged *women-owned small business concerns* and *women-owned small business concerns* eligible under the Women-Owned Small Business Program (see [subpart 19.15](#)).

(7) A first or subsequent production quantity is being acquired under a performance specification.

14.503 Procedures.

14.503-1 Step one.

(a) Requests for technical proposals *shall* be synopsisized in accordance with [part 5](#). The request *must* include, as a minimum, the following:

(1) A description of the *supplies* or services required.

(2) A statement of intent to use the two-step method.

(3) The requirements of the technical proposal.

(4) The evaluation criteria, to include all factors and any significant subfactors.

(5) A statement that the technical proposals *shall* not include prices or *pricing* information.

(6) The date, or date and hour, by which the proposal *must* be received (see [14.201-6\(r\)](#)).

(7) A statement that-

(i) In the second step, only bids based upon technical proposals determined to be acceptable, either initially or as a result of discussions, will be considered for awards, and

(ii) Each bid in the second step *must* be based on the bidder's own technical proposals.

(8) A statement that-

(i) *Offerors should* submit proposals that are acceptable without additional explanation or information,

(ii) The Government *may* make a final determination regarding a proposal's acceptability solely on the basis of the proposal as submitted; and

(iii) The Government *may* proceed with the second step without requesting further information from any *offeror*; however, the Government *may* request additional information from *offerors* of proposals that it considers reasonably susceptible of being made acceptable, and *may* discuss proposals with their *offerors*.

(9) A statement that a notice of unacceptability will be forwarded to the *offeror* upon completion of the proposal evaluation and final determination of unacceptability.

(10) A statement either that only one technical proposal *may* be submitted by each *offeror* or that multiple technical proposals *may* be submitted. When specifications permit different technical approaches, it is generally in the Government's interest to authorize multiple proposals. If multiple proposals are authorized, see [14.201-6\(s\)](#).

(b) Information on delivery or performance requirements *may* be of assistance to bidders in determining whether or not to submit a proposal and *may* be included in the request. The request *shall* also indicate that the information is not binding on the Government and that the actual delivery or performance requirements will be contained in the invitation issued under step two.

(c) Upon receipt, the *contracting officer shall*-

- (1) Safeguard proposals against disclosure to unauthorized persons;
- (2) Accept and handle data marked in accordance with [15.609](#) as provided in that section; and
- (3) Remove any reference to price or cost.

(d) The *contracting officer shall* establish a time period for evaluating technical proposals. The period *may* vary with the complexity and number of proposals involved. However, the evaluation *should* be completed quickly.

(e)

(1) Evaluations *shall* be based on the criteria in the request for proposals but not consideration of responsibility as defined in [9.1](#), Proposals, *shall* be categorized as-

- (i) Acceptable;
- (ii) Reasonably susceptible of being made acceptable; or
- (iii) Unacceptable.

(2) Any proposal which modifies, or fails to conform to the essential requirements or specifications of, the request for technical proposals *shall* be considered nonresponsive and categorized as unacceptable.

(f)

(1) The *contracting officer may* proceed directly with step two if there are sufficient acceptable proposals to ensure adequate price competition under step two, and if further time, effort and delay to make additional proposals acceptable and thereby increase competition would not be in the Government's interest. If this is not the case, the *contracting officer shall* request bidders whose proposals *may* be made acceptable to submit additional clarifying or supplementing information. The *contracting office shall* identify the nature of the deficiencies in the proposal or the nature of the additional information required. The *contracting officer may* also arrange discussions for this purpose. No proposal *shall* be discussed with any *offeror* other than the submitter.

(2) In initiating requests for additional information, the *contracting officer shall* fix an appropriate time for bidders to conclude discussions, if any, submit all additional information, and incorporate such additional information as part of their proposals submitted. Such time *may* be extended in the discretion of the *contracting officer*. If the additional information incorporated as part of a proposal within the final time fixed by the *contracting officer* establishes that the proposal is acceptable, it *shall* be so categorized. Otherwise, it *shall* be categorized as unacceptable.

(g) When a technical proposal is found unacceptable (either initially or after clarification), the *contracting officer shall* promptly notify the *offeror* of the basis of the determination and that a revision of the proposal will not be considered. Upon written request, the *contracting officer shall* debrief unsuccessful *offerors* (see [15.505](#) and [15.506](#)).

(h) Late technical proposals are governed by [15.208\(b\)](#), (c), and (f).

(i) If it is necessary to discontinue two-step sealed bidding, the *contracting officer shall* include a statement of the facts and circumstances in the contract file. Each *offeror shall* be notified *in writing*. When step one results in no acceptable technical proposal or only one acceptable technical proposal, the *acquisition may* be continued by negotiation.

14.503-2 Step two.

(a) Sealed bidding procedures *shall* be followed except that invitations for bids *shall*-

(1) Be issued only to those *offerors* submitting acceptable technical proposals in step one;

(2) Include the provision prescribed in [14.201-6\(t\)](#);

(3) Prominently state that the bidder *shall* comply with the specifications and the bidder's technical proposal; and

(4) Not be synopsisized through the *Governmentwide point of entry (GPE)* as an *acquisition* opportunity nor publicly posted (see [5.101\(a\)](#)).

(b) The names of firms that submitted acceptable proposals in step one will be listed through the GPE for the benefit of prospective subcontractors (see [5.207](#)).